

CENTRAL INTELLIGENCE AGENCY

## CONFIDENTIAL

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departments of the Industry Group. Selbmann has gone ahead with this program on oral instructions from Koval. Written SMA approval has been withheld pending revision of the list of The ShA also desires strict demarcation between state administration and economic supervision.

according to the chief of personnel of the Central Administration of Industry, the decision as to dismissal or retention of person of during the conversion to DWK was made by SMD on the basis of the following directive without approval of SM:

The following are to be discharged

Active members of the SPD.

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- Persons who oppose socialism or Russia or who support the western allies.
- Persons who make a generally unreliable impression or who are inclined to be talkative.
- SED members who fail in party discipline.
- Persons who have mistreated subordinates.
- Rau announced on 30 March that the DVIA was incorporated into the DWK in Group III under Handke. The actual conduct of import and export is reportedly to be vested in an Export-Import GmbH under a certain Schmitz from the state government of Leckhenburg.
- A CDU source reports that the Prof. Reinboth now suggested for the job as head of the transport department is a personal discovery of Rau's. The CDU is trying to get this job for the Thuringian transport minister, Bachem. It is alleged that everyone concerned e-cept the Reichsbahn, would prefer Bachem to Reinboth, who is a railway specialist.
- The DWK has special instructions to combat "economic crimes". For this purpose "police cells" are to be formed in each factory and each administration to spy on everyone. The "police cells" are to work in close cooperation with the "people's control". A new law is being drafted to allow for severe punishment of all "economic crimes".

Comment: Der Tag, Berlin CDU paper, reports 10 April that Professor Hans Reingruber of the Dresden University will assume the position of chief of the transport department during the week 11-17 April. Der Tag adds that the important position of II-17 April. Der Tag adds that the important position of deputy in charge of personnel policy is held by Otto Kühne, SED. According to the same paper, the railway administration under Besener has been detached from the transport department and is now located in Voss Strasse.

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